
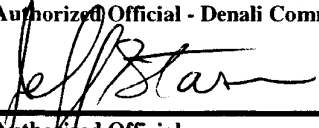



JUN 11 2003

 <b>Financial Assistance Award</b> <b>DENALI COMMISSION</b> 510 "L" Street, Suite 410 Anchorage, Alaska 99501 (907) 271-1414 (phone) (907) 271-1415 (fax) www.denali.gov	Project Number	0025-DC-2001-17, Amendment 1	
	Project Title	Community Priorities Program	
	Performance Period	April 9, 2001 – April 8, 2005	
	<b>Recipient Name &amp; Address</b> <b>Commissioner</b> <b>Alaska Department of Community and Economic Development</b> <b>P.O. Box 110800</b> <b>Juneau, AK 99811-0800</b>		
Authority 112 Stat 1854	CFDA Number 90.100		
Denali Commission Finance Officer Certification	CEE	Phone: (907) 465-2500 Fax: (907) 465-5442	
<b>Cost Share Distribution Table</b>			
Accounting Code	Denali Commission	Other Contributors	Total
95670000	\$4,040,449		\$4,040,449
Recipient Match		\$404,045 - \$1,212,135	\$4,444,494 - \$5,252,584
			\$0
			\$0
<b>Total</b>	<b>\$4,040,449</b>	<b>\$404,045 - \$1,212,135</b>	<b>\$4,444,494 - \$5,252,584</b>
<p>This Financial Assistance Award approved by the Federal Co-Chair of the Denali Commission is issued in triplicate and constitutes an obligation of federal funding. By signing the three documents, the Recipient agrees to comply with the Award provisions indicated below and attached. Upon acceptance by the Recipient, two signed Award documents shall be returned to the Federal Co-Chair of the Denali Commission and the Recipient shall retain the third document. If not signed and returned without modification by the Recipient within 30 days of receipt, the Federal Co-Chair may unilaterally terminate this Award.</p> <p><input checked="" type="checkbox"/> Special Award Conditions and Attachments</p> <p><input checked="" type="checkbox"/> Line Item Budget</p> <p><input checked="" type="checkbox"/> OMB Circular A-133, Audits of States, Local Governments and Indian Tribal Governments          (<a href="http://www.whitehouse.gov/OMB/circulars/a133/a133.html">www.whitehouse.gov/OMB/circulars/a133/a133.html</a>)</p> <p><b>Administrative Requirements (check one)</b></p> <p><input checked="" type="checkbox"/> 15 CFR 24, Uniform Admin Requirements for Grants/Cooperative Agreements to State and Local Governments          (<a href="http://www.access.gpo.gov/nara/cfr/waisidx_99/15cfr24_99.html">www.access.gpo.gov/nara/cfr/waisidx_99/15cfr24_99.html</a>)</p> <p><input type="checkbox"/> 15 CFR, Part 14, Uniform Administrative Requirements for Grants and Agreements with Institutions of Higher Education, Hospitals, Other Nonprofit, and Commercial Organizations          (<a href="http://www.access.gpo.gov/nara/cfr/waisidx_99/15cfr14_99.html">www.access.gpo.gov/nara/cfr/waisidx_99/15cfr14_99.html</a>)</p> <p><b>Cost Principles (check one)</b></p> <p><input checked="" type="checkbox"/> OMB Circular A-87, Cost Principles for State and Local Governments and Indian Tribal Governments          (<a href="http://www.whitehouse.gov/OMB/circulars/a087/a087-all.html">www.whitehouse.gov/OMB/circulars/a087/a087-all.html</a>)</p> <p><input type="checkbox"/> OMB Circular A-122, Cost Principles for Nonprofit Organizations          (<a href="http://www.whitehouse.gov/OMB/circulars/a122/a122.html">www.whitehouse.gov/OMB/circulars/a122/a122.html</a>)</p> <p><input type="checkbox"/> OMB Circular A-21, Cost Principles for Educational Institutions          (<a href="http://www.whitehouse.gov/OMB/circulars/a021/a021.html">www.whitehouse.gov/OMB/circulars/a021/a021.html</a>)</p> <p><input type="checkbox"/> 48 CFR 31.2, Contracts with Commercial Organizations</p>			
Signature of Authorized Official - Denali Commission	Typed Name and Title	Date	
	Jeffrey B. Staser, Federal Co-Chair	4/6/03	
Signature of Authorized Official	Typed Name and Title	Date	
	Edgar Blatchford, Commissioner	6/6/03	

**Award Conditions to the Financial Assistance Award  
Project Number 0025-DC-2001-I7, Amendment 1  
Community Priorities Program (CPP)**

**PURPOSE:** The intent of this award is to provide grants to communities through the State of Alaska Department of Community & Economic Development (DCED) for the purpose of construction-ready fixed infrastructure projects as described in Commission resolution 01-04 and detailed in the attached Program Description. DCED is responsible for managing all aspects of the grant program and will apply and implement all requirements described in the attached Program Description.

Commission funding is intended only for the specified program. In the event there is a balance of funding after the program is completed, the Commission will determine how the excess funds will be allocated.

This Amendment 1 reduces the amount of Denali Commission funds available to the program in response to the Commission's termination of the program. The amount of funds available is equal to the amount of grants awarded to date.

**AWARD PERFORMANCE PERIOD:** From April 9, 2001 to April 8, 2005.

**FEDERAL SHARE OF CPP COSTS:** The total federal funding provided through this financial assistance award is reduced to \$ 4,040,449.

**LOCAL SHARE OF CPP COSTS:** The aggregate amount of local cash match to be provided is \$404,045. For this local cash match to be met, it is a requirement for each sub-recipient (community) to provide local cash contribution equal to 10% of its sub-recipient grant amount.

**OTHER LOCAL COMMITMENT REQUIRED:** Because the CPP is not intended as primary source of funding, an applicant (community) must therefore demonstrate that it has the financial capacity to fund one-third (1/3) of its project's cost. The required 10% local cash match can be applied as part of this commitment. The portion in excess of the required 10% cash match is not considered local match and will not be reported as such.

**QUARTERLY PERFORMANCE REPORTS:** On a quarterly basis (March, June, September, December), DCED shall submit a written performance report either electronically or via US mail to the Commission Project Officer. The reports are due within 30 calendar days of the end of the quarter.

The quarterly performance report shall include the following information: 1) a summary of program development as a whole; 2) brief discussion of each community project status

to date, highlighting actual accomplishments, addressing any current problems, unusual developments or delays, and explaining work to be performed during the succeeding period; 3) a spreadsheet showing a budget for each project (community) with a breakdown of costs to distinguish the amount of CPP grant from the 10% local cash match and the “other” local commitment provided. Additionally, in the same spreadsheet, actual expenditures to date will be reported for each project (community). However, only those expenses that are CPP reimbursable and the amount of local cash match provided will be reported. Expenses relating to “other” local commitment provided will not be monitored or reported.

The following is an example of how the financial aspect of this quarterly report will be presented:

Projects/ Communities	Anticipated Project Amount (Budget Submitted By Community)					Actual Quarterly Expenses (To Be Reported As Part Of The Performance Report)		
	CPP Grant Amount	CPP Local Cash Match	Other Local Commitment Provided	Total Project Amount		CPP Reimbursable	CPP Local Cash Match	Total CPP Reimbursable & CPP Local Cash Match
	(66%)	(10%)	(24%)	(100% )				
Name of Community	200,000	20,000	80,000	300,000		200,000	20,000	220,000

**FINAL PERFORMANCE REPORT:** The final written performance report should be submitted no later than 90 days from the expiration date of this award, and should include photo documentation of the individual projects. At a minimum, the final performance report should include “before”, “during” and “after” photos, showing (a) the situation before the start of construction, (b) people working on the project, and (c) the finished project. Photo documentation should be supplied in the form of photo quality 3x5 prints and/or print quality electronic photos (digital images).

To compile these photographs, DCED will strongly encourage the sub-recipient grantees (communities) to take pictures of the individual projects in the various stages of construction, as specified in the preceding paragraph, and to identify those photographs for immediate submission to DCED. It is the sole responsibility of the sub-recipient grantees to take and produce the photographs. DCED merely serves as a compiler of the photographs and will not be held liable if any of the sub-recipient grantees fail to comply.

**LABOR TYPE, RESIDENCE AND WAGE REPORT:** A Labor Type, Residence, and Wage Report shall be submitted to the Commission Project Officer at a minimum of two times annually. At a minimum, these two reports must be on or near August 1<sup>st</sup> and December 1<sup>st</sup> each year to correspond with the Alaska construction season. Reports may

be submitted more often. A Labor Type, Residence, and Wage Report must include the following information by construction project for any person employed on the construction of that project: position, place of primary residence, first check date, last check date, rate of pay per hour, payroll earnings from inception of project to date. Personal or confidential information such as Social Security numbers, names of individuals, or other information that would identify an individual should not be included within this report.

To compile the Labor Type, Residence and Wage Reports, DCED will strongly encourage the sub-recipient grantees (communities) to prepare and submit their reports to DCED according to the schedule set by the Denali Commission. It is the sole responsibility of the sub-recipient grantees to comply with this reporting requirement. DCED merely serves as a compiler of such reports and will not be held liable if any of the sub-recipient grantees fail to comply.

**FINACIAL STATUS REPORT:** DCED shall submit an aggregate financial status report on Standard Form (SF) 269 within 30 days of each anniversary date of this award. The final SF-269 shall be submitted no later than 90 days from the expiration of this award. The SF 269 is an inception-to-date expenditure report that reflects the total amount of federal reimbursable costs and the 10% local cash match provided by sub-recipient grantees (communities).

**COST REIMBURSABLE PAYMENT:** Cost reimbursable payments are approved under this award. Reimbursements are based on actual expenditures only. Preferably, DCED shall submit a request for reimbursement on Standard Form (SF) 270, along with the quarterly performance report. However, request for reimbursement is not limited on a quarterly basis only. As DCED sees it necessary, a request for reimbursement may be submitted on an as needed basis as well.

The final request for reimbursement shall be submitted no later than 90 days from the expiration of this award. The SF 270 is an inception-to-date expenditure and revenue report which reflects the total amount of federal reimbursable costs, the total amount of federal payments previously requested, and the 10% local cash match provided by sub-recipient grantees (communities).

The Commission Project Officer may review all payments to determine if payments made are justified and supported by appropriate records, invoices and/or other documentation. The Commission Project Officer understands that the sub-recipient grantees will be required to retain and maintain all financial records and/or invoices, and that DCED will reimburse the sub-recipient grantees based on amounts requested by the sub-recipient grantees on their certified financial reports. DCED does not normally require financial records or invoices before reimbursing a sub-recipient grantee. However, if discrepancies are discovered, both the Denali Commission and DCED may request an audit of the sub-recipient grantee's financial records. The Commission reserves the right to prohibit further payments to DCED, at any time, if discrepancies involving Commission funds arise, until such time that the discrepancies are resolved to the

satisfaction of the Commission. DCED also reserves the right to prohibit further payments to the sub-recipient grantees until discrepancies are resolved.

**PRINCIPAL CONTACTS:** The principal contacts for this award are:

Paul McIntosh  
Project Officer  
Denali Commission  
510 "L" Street, Suite 140  
Anchorage, AK 99501  
(907) 271-1640

Jo Grove  
Program Manager  
State of Alaska, DCED  
209 Forty Mile Avenue  
Fairbanks, AK 99701-3110  
(907) 452-4468

**OTHER CONSIDERATIONS:**

In accordance with the National Environment Policy Act (NEPA) and the National Historic Preservation Act (NHPA), project level review may be required. Potential environmental concerns associated with projects funded under this agreement shall be addressed in consultation with applicable Federal, State, and local authorities.

To the maximum extent feasible, considering applicable laws, DCED shall encourage utilizing local labor and small, minority owned and disadvantaged businesses.

No portion of this award may be used for lobbying or propaganda purposes as prohibited by 18 U.S.C. Section 1913 or Section 607(a) of Public Law 96-74.